

1250 Fort Vermilion School Division No. 52

School Jurisdiction Code and Name

FALL 2019 UPDATE TO THE 2019/2020 BUDGET: Page 1

	Fall 2019 Update to the Budget 2019/2020	Spring 2019 Budget Report 2019/2020	Variance	% Variance
OPERATIONS (SUMMARY)				
Revenues				
Alberta Education	\$48,801,798	\$49,404,138	(\$602,340)	-1.2%
Alberta Infrastructure	\$0	\$0	\$0	0.0%
Other - Government of Alberta	\$819,485	\$819,485	\$0	0.0%
Federal Government and First Nations	\$5,705,881	\$5,381,875	\$324,006	6.0%
Other Alberta school authorities	\$165,634	\$165,634	\$0	0.0%
Out of province authorities	\$0	\$0	\$0	0.0%
Alberta municipalities - special tax levies	\$0	\$0	\$0	0.0%
Property taxes	\$0	\$0	\$0	0.0%
Fees	\$340,000	\$340,000	\$0	0.0%
Other sales and services	\$505,000	\$505,000	\$0	0.0%
Investment income	\$120,000	\$110,000	\$10,000	9.1%
Gifts and donation	\$0	\$0	\$0	0.0%
Rental of facilities	\$280,000	\$280,000	\$0	0.0%
Fundraising	\$850,000	\$850,000	\$0	0.0%
Gain on disposal of capital assets	\$0	\$0	\$0	0.0%
Other revenue	\$0	\$0	\$0	0.0%
Total revenues	\$57,587,798	\$57,856,132	(\$268,334)	-0.5%
Expenses By Program				
Instruction - Early Childhood Services	\$2,497,678	\$2,423,807	\$73,871	3.0%
Instruction - Grades 1 - 12	\$40,612,746	\$41,067,256	(\$454,510)	-1.1%
Plant operations and maintenance	\$8,210,752	\$7,502,128	\$708,624	9.4%
Transportation	\$3,729,527	\$3,676,023	\$53,504	1.5%
Board & system administration	\$2,220,247	\$2,228,935	(\$8,688)	-0.4%
External services	\$1,087,983	\$957,983	\$130,000	13.6%
Total Expenses	\$58,358,933	\$57,856,132	\$502,801	0.9%
Annual Surplus (Deficit)	(\$771,135)	\$0	(\$771,135)	100.0%
Expenses by Object				
Certificated salaries & wages	\$21,945,839	\$22,442,812	(\$496,973)	-2.2%
Certificated benefits	\$4,804,715	\$4,830,941	(\$26,226)	-0.5%
Non-certificated salaries & wages	\$13,020,319	\$12,946,938	\$73,381	0.6%
Non-certificated benefits	\$2,796,451	\$2,704,187	\$92,264	3.4%
Services, contracts and supplies	\$12,336,706	\$11,517,987	\$818,719	7.1%
Amortization expense - supported	\$2,433,663	\$2,447,927	(\$14,264)	-0.6%
Amortization expense - unsupported	\$1,021,240	\$965,340	\$55,900	5.8%
Interest on capital debt - supported	\$0	\$0	\$0	0.0%
Interest on capital debt - unsupported	\$0	\$0	\$0	0.0%
Other interest and finance charges	\$0	\$0	\$0	0.0%
Losses on disposal of tangible capital assets	\$0	\$0	\$0	0.0%
Other expenses	\$0	\$0	\$0	0.0%
Total Expenses	\$58,358,933	\$57,856,132	\$502,801	0.9%
Accumulated Surplus from Operations (Projected)				
Accumulated Surplus from Operations - August 31, 2019	\$2,999,542	\$3,291,875	(\$292,333)	-8.9%
Accumulated Surplus from Operations - August 31, 2020	\$2,899,646	\$3,247,215	(\$347,569)	-10.7%
Capital Reserves - August 31, 2019	\$1,312,470	\$1,203,477	\$108,993	9.1%
Capital Reserves - August 31, 2020	\$872,470	\$1,203,477	(\$331,007)	-27.5%
Certificated Staff FTE's				
School based	218.7	224.5	(5.8)	-2.6%
Non-school based	7.0	7.0	-	0.0%
Total Certificated Staff FTE's	225.7	231.5	(5.8)	-2.5%
Non-Certificated Staff FTE's				
Instructional	196.0	191.3	4.7	2.5%
Plant operations & maintenance	32.0	31.8	0.2	0.6%
Transportation	54.5	55.5	(1.0)	-1.8%
Other non-instructional	17.0	16.6	0.4	2.4%
Total Non-Certificated Staff FTE's	299.5	295.2	4.3	1.5%

Attestation of Secretary-Treasurer/Treasurer:

This information was formally received by the Board of Trustees at the meeting held on :

November 27, 2019

****Please complete the attached Comment Sheet to provide information regarding any material (>5% for revenues, expenses, fees, reserves, and surpluses, or >3% for staffing & enrolment) changes from the Spring Budget to the Fall forecast as identified in yellow above as well as any other pertinent information.**

1250 Fort Vermilion School Division No. 52

School Jurisdiction Code and Name

FALL 2019 UPDATE TO THE 2019/2020 BUDGET: Page 2

	Fall 2019 Update to the Budget 2019/2020	Spring 2019 Budget Report 2019/2020	Variance	% Variance
FEE & SALES TO PARENTS & STUDENTS				
Fees				
Transportation	\$115,000	\$115,000	\$0	0.0%
Basic instruction supplies	\$0	\$0	\$0	0.0%
Lunchroom Supervision & Activity Fees	\$0	\$0	\$0	0.0%
Technology user-fees	\$0	\$0	\$0	0.0%
Alternative program fees	\$0	\$0	\$0	0.0%
Fees for optional courses	\$40,000	\$40,000	\$0	0.0%
ECS enhanced program fees	\$0	\$0	\$0	0.0%
Activity fees	\$15,000	\$15,000	\$0	0.0%
Other fees to enhance education	\$0	\$0	\$0	0.0%
Extra-curricular fees	\$150,000	\$150,000	\$0	0.0%
Non-curricular supplies, materials, and services	\$20,000	\$20,000	\$0	0.0%
Non-curricular travel	\$0	\$0	\$0	0.0%
Other fees	\$0	\$0	\$0	0.0%
Total fees	\$340,000	\$340,000	\$0	0.0%
Other Sales to Parents & Students				
Cafeteria sales, hot lunch, milk programs	\$250,000	\$250,000	\$0	0.0%
Special events	\$0	\$0	\$0	0.0%
Sales or rentals of other supplies / services	\$0	\$0	\$0	0.0%
Out of district student revenue	\$0	\$0	\$0	0.0%
International and out of province student revenue	\$0	\$0	\$0	0.0%
Adult education revenue	\$0	\$0	\$0	0.0%
Preschool	\$0	\$0	\$0	0.0%
Child care & before and after school care	\$0	\$0	\$0	0.0%
Lost item replacement fees	\$0	\$0	\$0	0.0%
Bulk Supply Sales	\$0	\$0	\$0	0.0%
Other (Describe)	\$0	\$0	\$0	0.0%
Other (Describe)	\$0	\$0	\$0	0.0%
Other (Describe)	\$0	\$0	\$0	0.0%
Other sales (describe here)	\$0	\$0	\$0	0.0%
Other sales (describe here)	\$0	\$0	\$0	0.0%
Total other sales	\$250,000	\$250,000	\$0	0.0%
Grades 1 - 12				
Eligible funded students - Grades 1 to 9	2,162.0	2,179.0	(17.0)	-0.8%
Eligible funded students - Grades 10 to 12	591.0	581.0	10.0	1.7%
Other students	370.0	360.0	10.0	2.8%
Home ed and blended program students	71.8	52.0	19.8	38.0%
Total Enrolled Students, Grades 1-12	3,194.8	3,172.0	22.8	0.7%
Early Childhood Services (ECS)				
Eligible funded children - ECS	318.0	324.0	(6.0)	-1.9%
Other children	21.0	15.0	6.0	40.0%
Program hours	475.0	475.0	-	0.0%
ECS FTE's Enrolled	169.5	169.5	-	0.0%

Attestation of Secretary-Treasurer/Treasurer:

This information was formally received by the Board of Trustees at the meeting held on _____

November 27, 2019

****Please complete the attached Comment Sheet to provide information regarding any material (>5% for revenues, expenses, fees, reserves, and surpluses, or >3% for staffing & enrolment) changes from the Spring Budget to the Fall forecast as identified in yellow above as well as any other pertinent information.**

1250 Fort Vermilion School Division No. 52

School Jurisdiction Code and Name

FALL 2019 UPDATE TO THE 2019/2020 BUDGET

Comments/Explanations of changes from original Spring 2019/2020 Budget Report:

Explain any changes in revenue or fee items >5% (any highlighted items in cells S10-S25 on Page 1 or cells S10 - S22 and S26 - S40 on Page 2):

Our Federal Government and First Nation revenue increased by \$324,006 or 6.0% from the spring budget. We have seen an increase of First Nation student enrolment which increases our total tuition that will be charged. The Fort Vermilion School Division operates an on reserve ECS to Grade 9 school for the Dene Tha First Nation in Meander. The band has requested us to offer high school for the 2019-2020 school year which caused an increase of \$130,000 to our tuition fees we charge to operate their school.

Investment income has increased by \$10,000 or 9.1% from the spring budget. We project our rate of return to be higher than our originally calculated spring budget.

Explain any changes in program expenses >5% (any highlighted items in cells S28 - S33 on Page 1):

Plant operations and maintenance expenses increased by \$708,624 or 9.4% from the spring budget. The majority of this increase is due to two items, our IMR funding increased by \$98,678 from our original projection. And secondly we had an unexpected increase to our insurance premiums by \$652,333. We continue to advocate that the Province investigate a more cost effective process for insuring our assets.

External services increased by \$130,000 or 13.6%. As stated above the Fort Vermilion School Division operates an on reserve ECS to Grade 9 school for the Dene Tha First Nation in Meander. The band has requested us to offer high school for the 2019-2020 school year which caused an increase of \$130,000 to our tuition fees we charge to operate their school.

Explain any changes in expenses by object >5% (any highlighted items in cells S38 - S49 of Page 1):

Services, contracts and supplies have increased by \$818,719 or 7.1%. This increase primarily comes from two areas, and increase in our insurance costs of \$624,108 and an increase in IMR in the amount of \$98,678.

Amortization expense - unsupported increased by \$55,900 or 5.8%. The estimated amortization expense was projected too low, however one of our capital projects that was anticipated to be completed over a two year period was completed early in 2018-19 which increased our expense.

Explain any changes in projected Accumulated Operating Surplus and Capital Reserves as at August 31, 2019 or August 31, 2020 by >5% (any highlighted items in cells S53 - S56 on Page 1):

Our accumulated surplus from operations for August 31, 2019 was \$292,333 or 8.9% lower than target of \$3,291,875. After our spring budget it was becoming apparent that Sand Hills Elementary School was becoming full due to increasing enrolment. A decision was made to move an existing modular from Hill Crest Community School that was not being utilized and move it to Sand Hills. As mentioned earlier we had a capital project to create new bus lanes for the three High Level schools that was completed earlier than anticipated which causes an increase in capital expenditures that were not planned for the 2019-20 fiscal year.

Our planned accumulated surplus for operations for August 31, 2020 is \$347,569 or 10.7% lower than the spring budget. A significant reason for the variance is due to how FVSD finished the 2018-19 fiscal year. We were budgeting to access \$44,660 from our operating reserves in the spring budget and our revised budget has our reserves decreasing by \$99,896. Due to the recent Provincial budget announcement we have postponed one of our capital projects which resulted in a net decrease of \$220,000 in capital expenditures.

To ensure that we are in a fiscally responsible position we have decided to use our Capital reserves instead of our Operating reserves to purchase our four school buses for a total of \$440,000. This will maintain our Operating reserves at \$2,261,162 net of SGF or 3.8% of budget. Our Board target is 4% net of SGF to safeguard the financial position of FVSD for financial unknowns.

Our Capital reserves for August 31, 2019 is \$108,993 or 9.1% higher than the spring budget. The main reason for the increase was due to a bus written off and an unexpected gain on asset due to insurance proceeds.

So with this decision to access Capital reserves for the purchase of school buses has reduced our reserves by \$331,007 or 27.5%.

Explain change in total certificated staff >3% (if cell S59 or S60 on Page 1 is highlighted) or non-certificated staff >3% (any highlighted items in cells S64 - S67 on Page 1):

Explain change in enrolment >3% (if cell S48 or cell S54 on Page 2 is highlighted):

Attestation of Secretary-Treasurer/Treasurer:

This information was formally received by the Board of Trustees at the meeting held on :

November 27, 2019